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11 **IN THE UNITED STATES DISTRICT COURT**  
12 **FOR THE NORTHERN DISTRICT OF CALIFORNIA**  
13 **SAN FRANCISCO DIVISION**

14 <b>UNITED STATES OF AMERICA,</b>	)	<b>E-filing</b>
15 <b>Plaintiff,</b>	)	
16	)	<b>Civil Case No. C 05 – 1195 EMC</b>
17 <b>v.</b>	)	
18 <b>MILEPOST VENTURES, L.P.</b>	)	<b>JOINT CASE MANAGEMENT</b>
19	)	<b>STATEMENT AND</b>
20 <b>Defendant.</b>	)	<b><del>PROPOSED</del> ORDER</b>
21	)	<b>Date: Sept. 6, 2006</b>
22	)	<b>Time: 1:30 PM</b>
23	)	<b>Place: 15<sup>th</sup> Fl, 450 Golden Gate</b>
24	)	<b>Ave, S.F.,CA</b>

25 The parties to the above entitled action jointly submit this Case Management  
26 Statement and Proposed Order and request the Court adopt it as its Case Management  
27 Order in this case.

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Description of the Case

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3 1. Overview: Milepost Ventures, L.P (“Milepost”) was licensed by United States  
4 Small Business Administration (“SBA”) as a Small Business Investment Company  
5 (“SBIC”) under section 301 (c) of 15 U.S.C. §681(c). SBA determined the SBIC to be  
6 capital impaired in 2002, unable to cure the capital impairment by 2003, obtained the  
7 SBIC’s agreement to a Consent Order for Receivership and for SBA to be appointed  
8 Receiver by the court.  
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11 2. Thereafter, since the court has jurisdiction over SBIC receiverships, SBA  
12 obtained court approval of the Consent Order for Receivership, and SBA was appointed  
13 Receiver on June 3, 2005. A Claim Bar Date Order was entered on February 14, 2006.  
14 Currently, there is approximately \$16 million (principal) in outstanding Participating  
15 Securities purchased by SBA.  
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17 3. Current Status: SBA as Receiver is currently preparing a report for the court  
18 regarding claims and assets. The Receiver has indicated no disputed claims are  
19 anticipated and will file a claims report soon. SBA will file an annual accounting with  
20 the court shortly in September or October 2006 for the period from June 2005 to June  
21 2006. There are no anticipated issues, factual or discovery disputes between the parties,  
22 since Milepost has fully cooperated with the Receiver.  
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24 4. Since a Consent Order of Receivership has been entered, no trial date is  
25 needed. However, overall court supervision is needed until the Receiver completes the  
26 accounting process, resolves any and all potential claims, completes liquidation of  
27 Milepost, and seeks case closure.  
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1           5. Therefore, the parties suggest continuing or postponing the September 6, 2006,  
2 Case Management Conference for six months until approximately April 2007, when the  
3 Receiver will likely complete the liquidation of this Receivership and file an appropriate  
4 motion seeking case closure.  
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6  
7 Dated: August 18, 2006

/s/ Edwin L. Joe  
Edwin L. Joe  
Special Assistant United States Attorney

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9  
10 Dated: August 17, 2006

/s/ Christine Cordaro  
Christine B. Cordaro, General Partner to  
Milepost Ventures Management, Inc.  
General Partner of Milepost Ventures, L.P.

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CASE MANGEMENT ORDER

This Case Management Statement and Proposed Order is hereby adopted by the Court as the Case Management Order for the case and the parties are ordered to comply with this Order. In addition the Court orders:

1. The Case Management Conference for September 6, 2006 at 1:30 is hereby postponed until (date and time) April 4, 2007 at 1:30 p.m. An updated Joint Case Management Conference Statement shall be filed by March 28, 2007.

Dated: August 18, 2006

THE HONORABLE EDWARD M. CHEN  
UNITED STATES MAGISTRATE JUDGE

